



## BUMITAMA AGRI LTD.

### Unaudited Financial Statements for the Second Quarter ("2Q") and First Half ("1H") Ended 30 June 2018

#### 1(a)(i) Income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group					
	2nd Quarter			1st Half		
	2018 IDR million	2017 IDR million	Change (%)	2018 IDR million	2017 IDR million	Change (%)
<b>Revenue</b>	2,349,815	1,920,419	22.4%	4,258,013	4,020,770	5.9%
Cost of sales	(1,587,504)	(1,358,304)	16.9%	(2,977,455)	(2,915,864)	2.1%
<b>Gross profit</b>	<b>762,311</b>	<b>562,115</b>	<b>35.6%</b>	<b>1,280,558</b>	<b>1,104,906</b>	<b>15.9%</b>
Interest Income	29,327	31,965	-8.3%	66,342	67,761	-2.1%
Selling expense	(44,513)	(32,392)	37.4%	(93,677)	(80,909)	15.8%
General and administrative expense	(54,223)	(49,322)	9.9%	(141,655)	(129,673)	9.2%
Finance cost	(48,824)	(41,283)	18.3%	(94,836)	(78,925)	20.2%
Foreign exchange (loss) / gain	(33,016)	784	n.m.	(48,958)	12,078	n.m.
Other expenses	(552)	-	n.m.	(552)	-	n.m.
Other income	1,735	161	n.m.	2,194	708	n.m.
Share of loss of associate companies	-	-	-	-	(2,285)	n.m.
<b>Profit before income tax</b>	<b>612,245</b>	<b>472,028</b>	<b>29.7%</b>	<b>969,416</b>	<b>893,661</b>	<b>8.5%</b>
Income tax expense	(159,615)	(134,919)	18.3%	(243,158)	(234,390)	3.7%
<b>Profit for the period</b>	<b>452,630</b>	<b>337,109</b>	<b>34.3%</b>	<b>726,258</b>	<b>659,271</b>	<b>10.2%</b>
<b>Attributable to:</b>						
Owners of the Company	388,056	285,041	36.1%	619,826	563,484	10.0%
Non-controlling interests	64,574	52,068	24.0%	106,432	95,787	11.1%
	<b>452,630</b>	<b>337,109</b>	<b>34.3%</b>	<b>726,258</b>	<b>659,271</b>	<b>10.2%</b>

n.m. – not meaningful

#### Additional Information

	Group					
	2nd Quarter			1st Half		
	2018 IDR million	2017 IDR million	Change (%)	2018 IDR million	2017 IDR million	Change (%)
Profit before income tax	612,245	472,028	29.7%	969,416	893,661	8.5%
Depreciation and amortisation	137,797	125,263	10.0%	275,301	252,789	8.9%
Foreign exchange loss / (gain)	33,016	(784)	n.m.	48,958	(12,078)	n.m.
Finance cost	48,824	41,283	18.3%	94,836	78,925	20.2%
Interest income	(29,327)	(31,965)	-8.3%	(66,342)	(67,761)	-2.1%
<b>EBITDA</b>	<b>802,555</b>	<b>605,825</b>	<b>32.5%</b>	<b>1,322,169</b>	<b>1,145,536</b>	<b>15.4%</b>

n.m. – not meaningful

**1(a)(ii) A statement of total comprehensive income together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Statement of comprehensive income:	Group					
	2nd Quarter			1st Half		
	2018 IDR million	2017 IDR million	Change (%)	2018 IDR million	2017 IDR million	Change (%)
<b>Profit for the period</b>	<b>452,630</b>	<b>337,109</b>	<b>34.3%</b>	<b>726,258</b>	<b>659,271</b>	<b>10.2%</b>
<b>Other comprehensive income</b>						
<b>Item that may be reclassified subsequently to profit or loss:</b>						
Foreign currency translation (loss) / gain	(183,347)	(13,670)	n.m.	(227,227)	37,913	n.m.
Fair value reserve on derivative financial liabilities	5,560	10,606	-47.6%	15,963	28,456	-43.9%
<b>Other comprehensive income for the period, net of tax</b>	<b>(177,787)</b>	<b>(3,064)</b>	<b>n.m.</b>	<b>(211,264)</b>	<b>66,369</b>	<b>n.m.</b>
<b>Total comprehensive income for the period</b>	<b>274,843</b>	<b>334,045</b>	<b>-17.7%</b>	<b>514,994</b>	<b>725,640</b>	<b>-29.0%</b>
<b>Attributable to:</b>						
Owners of the Company	210,269	281,977	-25.4%	408,562	629,853	-35.1%
Non-controlling interests	64,574	52,068	24.0%	106,432	95,787	11.1%
	<b>274,843</b>	<b>334,045</b>	<b>-17.7%</b>	<b>514,994</b>	<b>725,640</b>	<b>-29.0%</b>

*n.m. – not meaningful*

**1(b)(i) Statement of Financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	30-Jun-2018	31-Dec-2017	30-Jun-2018	31-Dec-2017
	IDR million	IDR million	IDR million	IDR million
<b>ASSETS</b>				
<b>Non-current assets</b>				
Plasma receivables	1,579,527	1,258,436	-	-
Property, plant and equipment	3,387,924	3,443,333	2,149	34
Bearer plants	7,287,885	7,293,124	-	-
Land use rights	950,676	909,603	-	-
Investment in subsidiaries	-	-	1,491,061	1,402,450
Investment in associate companies	-	-	153,251	144,144
Intangible assets	173,220	174,165	-	-
Deferred tax assets	244,825	231,920	-	-
Due from subsidiaries	-	-	7,564,529	7,262,010
Loan to an associate company	79,589	72,541	79,589	72,541
<b>Total Non-current assets</b>	<b>13,703,646</b>	<b>13,383,122</b>	<b>9,290,579</b>	<b>8,881,179</b>
<b>Current assets</b>				
Biological assets	329,363	296,070	-	-
Inventories	724,251	443,559	-	-
Deferred charges	8,692	7,779	229	88
Trade and other receivables	352,114	286,518	-	-
Due from related companies	50	50	-	-
Plasma receivables	219,590	259,675	-	-
Prepayments and advances	18,122	10,646	154	62
Prepaid taxes	590,457	385,412	56	60
Cash and short-term deposits	332,650	216,715	23,204	28,236
<b>Total Current assets</b>	<b>2,575,289</b>	<b>1,906,424</b>	<b>23,643</b>	<b>28,446</b>
<b>Total Assets</b>	<b>16,278,935</b>	<b>15,289,546</b>	<b>9,314,222</b>	<b>8,909,625</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Loans and borrowings	907,452	338,700	907,452	338,700
Islamic medium term notes	1,779,200	-	1,779,200	-
Trade and other payables	793,648	499,605	74	1,303
Accrued operating expenses	201,079	190,679	60,001	54,977
Sales advances	21,173	50,495	-	-
Income taxes payable	227,108	198,357	-	-
Derivative financial liabilities	419,705	-	419,705	-
<b>Total Current liabilities</b>	<b>4,349,365</b>	<b>1,277,836</b>	<b>3,166,432</b>	<b>394,980</b>
<b>Non-current liabilities</b>				
Deferred tax liabilities	189,197	183,759	-	-
Loans and borrowings	746,593	1,077,638	746,593	1,077,638
Islamic medium term notes	1,780,403	3,332,622	1,780,403	3,332,622
Post employment benefits	39,139	39,139	-	-
Derivative financial liabilities	512,229	906,840	512,230	906,840
<b>Total Non-current liabilities</b>	<b>3,267,561</b>	<b>5,539,998</b>	<b>3,039,226</b>	<b>5,317,100</b>
<b>Total Liabilities</b>	<b>7,616,926</b>	<b>6,817,834</b>	<b>6,205,658</b>	<b>5,712,080</b>
<b>Net Assets</b>	<b>8,662,009</b>	<b>8,471,712</b>	<b>3,108,564</b>	<b>3,197,545</b>
<b>Equity attributable to owners of the Company</b>				
Share capital	1,807,045	1,807,045	1,807,045	1,807,045
Treasury shares	(131,028)	(131,028)	(131,028)	(131,028)
Other reserves	(183,845)	(199,808)	1,093	(14,870)
Retained earnings	6,232,497	5,977,826	335,309	636,267
Foreign currency translation reserve	(231,855)	(4,628)	1,096,145	900,131
	<b>7,492,814</b>	<b>7,449,407</b>	<b>3,108,564</b>	<b>3,197,545</b>
<b>Non-controlling interests</b>	<b>1,169,195</b>	<b>1,022,305</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>8,662,009</b>	<b>8,471,712</b>	<b>3,108,564</b>	<b>3,197,545</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

- Amount repayable in one year or less, or on demand
- Amount repayable after one year

	30-Jun-2018 IDR Million	31-Dec-2017 IDR Million
Amount due within one year		
Unsecured	2,686,652	338,700
<b>Total</b>	<b>2,686,652</b>	<b>338,700</b>
Amount due more than one year		
Unsecured	2,526,996	4,410,260
<b>Total</b>	<b>2,526,996</b>	<b>4,410,260</b>

The unsecured borrowings contain negative pledge clauses.

**1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

CASH FLOW	Group			
	2nd Quarter		1st Half	
	2018	2017	2018	2017
	IDR million	IDR million	IDR million	IDR million
<b>Cash flows from operating activities</b>				
Cash receipts from customers	2,177,026	2,109,495	4,195,946	4,231,996
Cash payments to suppliers, employees and for other operating expenses	(1,617,360)	(1,411,731)	(3,081,064)	(3,042,076)
Income tax paid	(172,492)	(159,368)	(300,169)	(219,503)
<b>Net cash flows generated from operating activities</b>	<b>387,174</b>	<b>538,396</b>	<b>814,713</b>	<b>970,417</b>
<b>Cash flows from investing activities</b>				
Increase in plasma receivables	(17,879)	(52,793)	(195,569)	(68,430)
Investment in intangible assets	(284)	-	(284)	-
Investment in bearer plants	(23,095)	(93,302)	(122,209)	(156,715)
Investment in property, plant and equipment	(45,348)	(69,192)	(81,984)	(131,819)
Investment in land use rights	(15,347)	(18,300)	(49,548)	(29,003)
Net cash outflows for the acquisition of subsidiaries	-	(2,170)	-	(74,437)
Interest received	27,946	33,464	63,727	65,710
<b>Net cash flows used in investing activities</b>	<b>(74,007)</b>	<b>(202,293)</b>	<b>(385,867)</b>	<b>(394,694)</b>
<b>Cash flows from financing activities</b>				
Proceeds from loans and borrowings	251,568	199,800	251,568	199,800
Repayment of loan and borrowings	(104,093)	(399,185)	(104,093)	(532,545)
Increase in amount due from related companies	-	(99)	-	230
Payment of dividend	(365,155)	(251,428)	(365,155)	(252,825)
Buy-back of ordinary shares	-	(16,356)	-	(29,699)
Interest paid	(13,241)	(10,959)	(98,842)	(92,489)
<b>Net cash flows used in from financing activities</b>	<b>(230,921)</b>	<b>(478,227)</b>	<b>(316,522)</b>	<b>(707,528)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>82,246</b>	<b>(142,124)</b>	<b>112,324</b>	<b>(131,805)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>3,533</b>	<b>(1,225)</b>	<b>3,611</b>	<b>(3,340)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>246,871</b>	<b>525,301</b>	<b>216,715</b>	<b>517,097</b>
<b>Cash and cash equivalents at end of period</b>	<b>332,650</b>	<b>381,952</b>	<b>332,650</b>	<b>381,952</b>

**1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)**

Cash Flows from Operating Activities:	Group			
	2nd Quarter		1st Half	
	2018	2017	2018	2017
	IDR million	IDR million	IDR million	IDR million
Profit before income tax	612,245	472,028	969,416	893,661
Depreciation and amortisation	137,797	125,263	275,301	252,789
Finance cost	48,824	41,283	94,836	78,925
Interest income	(29,327)	(31,965)	(66,342)	(67,761)
Unrealized foreign exchange gain	(51,985)	(12,531)	(46,048)	(32,320)
Share of loss of associate companies	-	-	-	2,285
Operating cash flows before working capital changes	<b>717,554</b>	<b>594,078</b>	<b>1,227,163</b>	<b>1,127,579</b>
Decrease/(increase) in:				
- Trade and other receivables	(134,319)	126,912	(23,353)	123,938
- Inventories	(221,047)	(44,516)	(280,692)	91,293
- Prepaid taxes	(91,049)	(129,360)	(205,045)	(185,809)
- Prepayments and advances	3,041	(3,984)	(7,472)	(2,683)
- Deferred charges	(695)	251	(907)	227
(Decrease)/increase in:				
- Trade and other payables	270,551	8,400	365,688	(154,739)
- Accrued operating expenses	(3,225)	2,409	(9,471)	(15,025)
- Other taxes payable	52,972	57,360	78,296	95,803
- Sales advances	(34,117)	86,214	(29,325)	109,336
Cash flows generated from operations	<b>559,666</b>	<b>697,764</b>	<b>1,114,882</b>	<b>1,189,920</b>
Income tax paid	(172,492)	(159,368)	(300,169)	(219,503)
<b>Net cash flows generated from operating activities</b>	<b>387,174</b>	<b>538,396</b>	<b>814,713</b>	<b>970,417</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Group	----- Attributable to owners of the Group -----						Non- controlling interests	Total equity
	Share capital	Treasury shares	Retained earnings	Other reserves	Foreign currency translation reserve	Total share capital and reserves		
	IDR million	IDR million	IDR million	IDR million	IDR million	IDR million		
<b>Opening balance at 1 January 2018</b>	<b>1,807,045</b>	<b>(131,028)</b>	<b>5,977,826</b>	<b>(199,808)</b>	<b>(4,628)</b>	<b>7,449,407</b>	<b>1,022,305</b>	<b>8,471,712</b>
Profit for the year	-	-	619,826	-	-	619,826	106,432	726,258
<b>Other comprehensive income:</b>								
Items that may be reclassified subsequently to profit or loss:								
Foreign currency translation	-	-	-	-	(227,227)	(227,227)	-	(227,227)
Fair value reserve on derivative	-	-	-	15,963	-	15,963	-	15,963
Total comprehensive income for the period, net of tax	-	-	619,826	15,963	(227,227)	408,562	106,432	514,994
<b>Distribution to owners:</b>								
Contribution from non-controlling interests	-	-	-	-	-	-	40,458	40,458
Dividends on ordinary shares	-	-	(365,155)	-	-	(365,155)	-	(365,155)
<b>Closing balance at 30 June 2018</b>	<b>1,807,045</b>	<b>(131,028)</b>	<b>6,232,497</b>	<b>(183,845)</b>	<b>(231,855)</b>	<b>7,492,814</b>	<b>1,169,195</b>	<b>8,662,009</b>
<b>Opening balance at 1 January 2017</b>	<b>1,807,045</b>	<b>(17,946)</b>	<b>5,162,032</b>	<b>(254,934)</b>	<b>21,894</b>	<b>6,718,091</b>	<b>803,616</b>	<b>7,521,707</b>
Profit for the year	-	-	563,484	-	-	563,484	95,787	659,271
<b>Other comprehensive income:</b>								
Items that may be reclassified subsequently to profit or loss:								
Foreign currency translation	-	-	-	-	37,913	37,913	-	37,913
Fair value reserve on derivative	-	-	-	28,456	-	28,456	-	28,456
Total comprehensive income for the period, net of tax	-	-	563,484	28,456	37,913	629,853	95,787	725,640
<b>Distribution to owners:</b>								
Contribution from non-controlling interests	-	-	-	-	-	-	4,005	4,005
Buy-back of ordinary shares	-	(29,699)	-	-	-	(29,699)	-	(29,699)
Dividends on ordinary shares	-	-	(249,828)	-	-	(249,828)	(1,600)	(251,428)
<b>Closing balance at 30 June 2017</b>	<b>1,807,045</b>	<b>(47,645)</b>	<b>5,475,688</b>	<b>(226,478)</b>	<b>59,807</b>	<b>7,068,417</b>	<b>901,808</b>	<b>7,970,225</b>

Company	----- Attributable to owners of the Company -----					
	Share capital	Treasury shares	Retained earnings	Other reserves	Foreign currency translation reserves	Total share capital and reserves
	IDR million	IDR million	IDR million	IDR million	IDR million	IDR million
<b>Opening balance at 1 January 2018</b>	<b>1,807,045</b>	<b>(131,028)</b>	<b>636,267</b>	<b>(14,870)</b>	<b>900,131</b>	<b>3,197,545</b>
Profit for the year	-	-	64,197	-	-	64,197
<b>Other comprehensive income:</b>						
Items that may be reclassified subsequently to profit or loss:						
Foreign currency translation	-	-	-	-	196,014	196,014
Fair value reserve on derivative	-	-	-	15,963	-	15,963
Total comprehensive income for the period, net of tax	-	-	64,197	15,963	196,014	276,174
<b>Distribution to owners:</b>						
Dividends on ordinary shares	-	-	(365,155)	-	-	(365,155)
<b>Closing balance at 30 June 2018</b>	<b>1,807,045</b>	<b>(131,028)</b>	<b>335,309</b>	<b>1,093</b>	<b>1,096,145</b>	<b>3,108,564</b>
<b>Opening balance at 1 January 2017</b>	<b>1,807,045</b>	<b>(17,946)</b>	<b>360,141</b>	<b>(69,996)</b>	<b>880,465</b>	<b>2,959,709</b>
Profit for the year	-	-	61,796	-	-	61,796
<b>Other comprehensive income:</b>						
Items that may be reclassified subsequently to profit or loss:						
Foreign currency translation	-	-	-	-	(26,843)	(26,843)
Fair value reserve on derivative	-	-	-	28,456	-	28,456
Total comprehensive income for the period, net of tax	-	-	61,796	28,456	(26,843)	63,409
<b>Distribution to owners:</b>						
Buy-back of ordinary shares	-	(29,699)	-	-	-	(29,699)
Dividends on ordinary shares	-	-	(249,828)	-	-	(249,828)
<b>Closing balance at 30 June 2017</b>	<b>1,807,045</b>	<b>(47,645)</b>	<b>172,109</b>	<b>(41,540)</b>	<b>853,622</b>	<b>2,743,591</b>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There is no change in the Company's share capital since the end of the last report period as at 31 March 2018. Details of the treasury shares as at 30 June 2018 and 30 June 2017 are as follows:

	Company	
	Number of shares	
	30-Jun-2018	30-Jun-2017
Treasury shares	17,707,900	6,341,200
Issued ordinary shares excluding treasury shares	1,739,823,944	1,751,190,644
<b>Issued ordinary shares</b>	<b>1,757,531,844</b>	<b>1,757,531,844</b>

The Company did not have any outstanding convertibles against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediate preceding financial year.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The Company's total number of issued ordinary shares excluding treasury shares as at 30 June 2018 and 31 December 2017 were 1,739,823,944 shares.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There were no treasury shares which were sold, transferred, disposed, cancelled or used in the current financial period.

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable.

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The financial statements presented above have not been audited or reviewed by the Company's auditors.



- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements as at 31 December 2017, except for the new and revised standards that are effective for annual periods beginning on or after 1 January 2018.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Singapore Accounting Standards Council ("ASC") has introduced a new Singapore financial reporting framework that is equivalent to the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). The new framework is referred to as the Singapore Financial Reporting Standards (International) ("SFRS(I)"). The Group's financial statements for the financial year ending 31 December 2018 will be prepared in accordance with SFRS(I) as issued by the ASC.

The Group has applied the same accounting policies and methods of computation on the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 December 2017, except for the adoption of new/revised SFRS(I) applicable for the financial period beginning 1 January 2018 as follows:

SFRS(I) 1 *First-time Adoption of Singapore Financial Reporting Standards (International)*

SFRS(I) requires that the Group applies SFRS(I) on a retrospective basis and restatement of comparatives may be required because SFRS(I) 1 requires both the opening balance sheet and comparative information to be prepared using the most current accounting policies. SFRS(I) 1 provides mandatory exceptions and optional exemptions from retrospective application, but these are often different from those specific transition provisions in individual FRSs applied to FRS financial statements. The application of the mandatory exceptions and the optional exemptions in SFRS(I) 1 does not have any significant impact on the Group's financial statements.

### SFRS(I) 9 Financial Instruments

SFRS(I) 9 introduces new requirements for classification and measurement of financial assets, impairment of financial assets and hedge accounting. Overall, the Group does not expect a significant change to the measurement basis arising from adopting the new classification and measurement model under SFRS(I) 9. The Group's existing hedges that are designated in effective hedging relationship continue to qualify for hedge accounting under SFRS(I) 9. SFRS(I) 9 requires the Group to record expected credit losses on all of its loans and trade receivables, either on a 12-month or lifetime basis. The Group adopts the simplified approach and records lifetime expected losses on all trade receivables. The impairment calculated using the expected credit loss model does not have a significant impact on the financial statements.

SFRS(I) 9 requires the Group and the Company to record expected credit losses on all of its debt securities, loans, trade receivables and plasma receivables, either on a 12-month or lifetime basis. The Group expects to apply the simplified approach and record lifetime expected losses on all trade receivables. For financial assets that contain significant financing component such as the Group's plasma receivables and the Company's amount due from subsidiary companies, the Group and the Company expects to apply general approach. Under the general approach, the Group and the Company assessed if there are any significant changes in credit risk of the receivables to determine whether to provide credit losses based on 12-month or lifetime basis. There is no material impact upon the application of the expected credit loss model in the year of initial application of the standard.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends; (a) based on weighted average number of shares and (b) on fully diluted basis (detailing any adjustments made to the earnings)**

Earning per share for the period (weighted average number of shares)	2nd Quarter		1st Half	
	2018	2017	2018	2017
Based on weighted average number of share (in IDR)	222	162	354	321
Weighted number of shares	1,750,948,694	1,754,882,913	1,750,948,694	1,755,127,346

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:  
(a) Current financial period reported on; and  
(b) Immediately preceding financial year.**

Net asset value per share	Group		Company	
	30-Jun-2018	31-Dec-2017	30-Jun-2018	31-Dec-2017
Net asset value per ordinary share (in IDR)	4,307	4,282	1,787	1,838
Number of issued ordinary shares *	1,739,823,944	1,739,823,944	1,739,823,944	1,739,823,944

\* excluding Treasury Shares

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:
- Any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
  - Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

## REVIEW OF INCOME STATEMENT

### Overview

During the second quarter of 2018 ("2Q2018") and first half of the year ("1H2018"), the Group recorded an increase in net profit after tax of 34.3% to IDR 453 billion and 10.2% to IDR 726 billion, respectively. The improved net profit was mainly attributable to higher sales volume from the recovery in palm production during the period.

### Revenue

Revenue increased by 22.4% to IDR 2,350 billion in 2Q2018 and 5.9% to IDR 4,258 billion in 1H2018 compared to the previous corresponding periods. This was mainly attributable to an increase in sales volume of Crude Palm Oil ("CPO") and Palm Kernel ("PK") arising from improved palm production compared to previous corresponding period.

In order to focus on its core business, the Group had ceased its biodiesel operation in late 2017.

Revenue	2Q2018	2Q2017	Change	1H2018	1H2017	Change
	IDR million	IDR million	(%)	IDR million	IDR million	(%)
CPO	2,077,302	1,678,161	23.8%	3,689,678	3,369,535	9.5%
Palm Kernel	272,513	210,457	29.5%	568,335	542,236	4.8%
Biodiesel	-	31,680	-	-	108,572	-
Glycerin	-	121	-	-	427	-
<b>Total</b>	<b>2,349,815</b>	<b>1,920,419</b>	<b>22.4%</b>	<b>4,258,013</b>	<b>4,020,770</b>	<b>5.9%</b>
<b>Volume</b>						
Volume	2Q2018	2Q2017	Change	1H2018	1H2017	Change
	mt	mt	(%)	mt	mt	(%)
CPO	266,802	208,295	28.1%	472,661	407,739	15.9%
Palm Kernel	49,706	37,880	31.2%	94,393	77,231	22.2%
Biodiesel	-	3,122	-	-	10,126	-
Glycerin	-	398	-	-	1,552	-
<b>Average sales prices</b>						
Average sales prices	2Q2018	2Q2017	Change	1H2018	1H2017	Change
	IDR / kg	IDR / kg	(%)	IDR / kg	IDR / kg	(%)
CPO	7,786	8,057	-3.4%	7,806	8,264	-5.5%
Palm Kernel	5,482	5,556	-1.3%	6,021	7,021	-14.2%
Biodiesel	-	10,147	-	-	10,722	-
Glycerin	-	304	-	-	275	-

**Cost of Sales**

Cost of sales comprised mainly cost in relation to plantation maintenance, harvesting, plantation overhead, depreciation and amortisation, milling, and Fresh Fruit Bunches ("FFB") purchased externally (including plasma and third parties).

Increase in the Group's cost of sales during the period was mainly attributable to higher production volume compared to previous corresponding period.

**Interest Income**

Interest income amounting to IDR 29 billion in 2Q2018 and IDR 66 billion in 1H2018 mainly consist of interest income earned from advances extended to the plasma farmers.

**Selling expenses**

Selling expenses mainly comprised of freight and loading expenses. Higher selling expenses during the period was mainly attributable to higher sales volume.

**General and administrative expenses**

General and administrative expenses increased by 9.9% to IDR 54 billion in 2Q2018 and by 9.2% to IDR 142 billion in 1H2018 mainly due to increase in salaries and employee benefits.

**Foreign Exchange (Loss)/Gain**

The Group recorded a net foreign exchange loss of IDR 33 billion in 2Q2018 and IDR 49 billion in 1H2018 respectively mainly due to translation losses on USD denominated borrowings in the Group's IDR financial statements as a result of the depreciation of IDR against USD during the current period.

**Income tax expense**

The Group recorded an increase in income tax expense to IDR 160 billion in 2Q2018 compared to IDR 135 billion in 2Q2017 and IDR 243 billion in 1H2018 compared to IDR 234 billion in 1H2017, due to higher profit before income tax for the period under review. Income tax expense also comprised of withholding tax expense on interest income received by the Company from its subsidiaries which previously recorded under other expenses.

## REVIEW OF STATEMENT OF FINANCIAL POSITION

### Non-Current Assets

As at 30 June 2018, the Group's total non-current assets increased by IDR 321 billion from IDR 13,383 billion to IDR 13,704 billion. This was mainly attributable to the increase in plasma receivables arising from advances given to the plasma farmers with respect to maintenance cost of immature plasma plantation.

### Current Assets

As at 30 June 2018, the Group's total current assets increased by IDR 669 billion from IDR 1,906 billion to IDR 2,575 billion. Save for the increase in cash and cash equivalents which was explained in the cash flow section below, the net increase in the current assets was mainly due to:

- a) Increase of inventories by IDR 281 billion to IDR 724 billion as at 30 June 2018 mainly due to the increase in finished goods (CPO and PK) as a result of improved palm production, as well as fertiliser for second semester application.
- b) Increase of prepaid taxes by IDR 205 billion to IDR 590 billion as at 30 June 2018 mainly attributable to timing difference of corporate income tax installment offset against income taxes payable by the end of the year.

### Current Liabilities

Increase in current liabilities by IDR 3,071 billion as at 30 June 2018 from IDR 1,278 billion to IDR 4,349 billion was mainly due to reclassification of some Revolving Credit Facilities ("RCF") loans and Islamic Medium Term Notes ("IMTN") from non-current liabilities in accordance with its maturity which will be due to within 12 months.

### Non-Current Liabilities

As at 30 June 2018, the Group's total non-current liabilities decreased by IDR 2,272 billion from IDR 5,540 billion to IDR 3,268 billion mainly due to reclassification of some RCF loans and IMTN as explained under the section of current liabilities above.

The improved mark-to-market cross currency swap of IMTN has led to a decrease in the derivative financial liabilities by IDR 395 billion to IDR 512 billion; which will be reversed when the IMTN is due.

## REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net increase in cash and cash equivalents of IDR 112 billion as at 30 June 2018, bringing the cash and bank balances to IDR 333 billion, as follows:

- The Group recorded lower net cash flow generated from operating activities of IDR 387 billion in 2Q2018 and IDR 815 billion in 1H2018 mainly due to higher cash payment to suppliers, employee and for other operating expenses as well as higher income tax paid during the period.
- The Group recorded lower net cash used in investing activities of IDR 74 billion in 2Q2018 and IDR 386 billion in 1H2018 compared to the previous corresponding period mainly due to lower cash used for plantation assets as well as property, plant & equipment.
- Net cash used in financing activities reported by the Group of IDR 231 billion in 2Q2018 and IDR 317 billion in 1H2018 comprised mainly payment of FY2017 final dividend as well as repayment of some RCF bank loans.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The increase in the supply of palm oil had led to low palm oil prices. The recent push by Indonesia to expand the usage of B20 biodiesel into all vehicles and heavy machineries would provide support to palm oil prices.

The Group anticipates improvement in its production volume to continue into the second half of 2018 which will help to mitigate the impact of low palm oil prices. The Group will continue to strengthen its business strategies, improve cost management and increase contribution from newly matured plantations.

**11. Dividend****(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

Yes.

<b>2QFY2018</b>	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	0.75 Singapore cent
Payment Type	Tax Exempted (1-tier)

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

<b>2QFY2017</b>	
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share	0.75 Singapore cent
Payment Type	Tax Exempted (1-tier)

**(c) Date payable**

14 September 2018.

**(d) Books closure date**

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of BUMITAMA AGRI LTD. ("the Company") will be closed on 5 September 2018 for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, B.A.C.S. Private Limited at 8 Robinson Road #03 - 00 ASO Building, Singapore 048544 up to 5.00 p.m. on 4 September 2018 will be registered to determine shareholders' entitlements to the said dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 4 September 2018 will be entitled to the proposed dividend.

**12. If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

**13. Disclosure of the aggregate value of the transactions conducted under the shareholders' mandate for interested person transaction Rule 920(1)(a)(ii) of the Listing Manual**

The Group has the following interested person transactions ("IPT") for 1H2018:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual during the financial year under review (excluding transactions less than S\$100,000)
	in IDR million	in IDR million
Mr Gunardi Hariyanto Lim	1,200 <sup>(1)</sup>	-
IOI Corporation Berhad	-	62,844 <sup>(2)</sup>
PT Sawit Nabati Agro <sup>(3)</sup>	-	-
PT Lima Srikandi Jaya	2,400 <sup>(4)</sup>	-
<b>TOTAL</b>	<b>3,600</b>	<b>62,844</b>

Notes:

*\*For illustrative purpose the aggregate value of all interested person transactions, conducted under the Shareholders' Mandate during the financial year under review using the current period closing rate*

- (1) *In respect of the aggregate rent paid by the Group to Mr. Gunardi Hariyanto Lim for office space in Indonesia pursuant to the lease agreement between Mr. Gunardi Hariyanto Lim and PT Bumitama Gunajaya Agro.*
- (2) *In respect of transactions conducted pursuant to the Shareholders' Mandate for transactions with IOI Corporation and its Associates (as described in the Prospectus).*
- (3) *In respect of transactions conducted pursuant to the Shareholders' Mandate for transaction with Sawit Nabati Agro (SNA) Group (as described in the Prospectus).*
- (4) *In respect of the rental agreement of barge transactions involving PT Lima Srikandi Jaya which is one of the subsidiaries of Harita Group. Harita Group is owned by Lim family and also one of the Company's controlling shareholders.*



**14. Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)**

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

**15. Negative Assurance Confirmation Statement**

We, Lim Gunawan Hariyanto (Executive Chairman and CEO) and Tan Boon Hoo (Lead Independent Director) of Bumitama Agri Ltd. (“the Company”), confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these unaudited interim financial results for the second quarter and half year ended 30 June 2018 to be false or misleading in any material aspect.

**For and on behalf of the Board of Directors**

**Lim Gunawan Hariyanto**  
Executive Chairman and CEO  
14 August 2018

**Tan Boon Hoo**  
Lead Independent Director